
IOWA UTILITIES BOARD
Energy Section

Docket No.: EAC-2011-0007
TF-2011-0129

Utility: Interstate Power and Light
Company

File Date/Due Date: April 20, 2012/May 20, 2012

Objection Deadline: May 10, 2012

Memo Date: May 11, 2012

TO: The Board

FROM: Parveen Baig
Jim Kellenberg

SUBJECT: Approval of Regional Transmission Service Rider Cost Recovery
Factors for 2012

BOARD ACTION: Needs Board order approving the filing

I. Background

On April 10, 2012, the Utilities Board (Board) issued an Order Regarding CIPCO True-up Costs in Docket Nos. EAC-2011-0007 and TF-2011-0129. In that order, the Board authorized Interstate Power and Light Company (IPL) to collect \$205,729 of CIPCO true-up costs on an annual basis through IPL's Regional Transmission Service Rider (transmission rider). Also, IPL was allowed to collect CIPCO true-up charges for five months of the annualized amount for 2011, which calculates to \$85,720.

In IPL's initial filing of November 18, 2011, in this docket, IPL had proposed to recover \$137,152 for 2011 recovery, which represents eight months of the annual amount, in addition to the 2012 amount of \$205,729. The Board's order of April 10, 2012, ordered IPL to file within 15 days of the date of the order new transmission cost recovery factors for 2012 consistent with the order.

On April 20, 2012, IPL filed new cost recovery factors for 2012. The new cost recovery factors reflect recovery of CIPCO true-up charges of \$85,720 for five months of 2011, as well as \$205,729 for 2012. As a result of the reduction in the 2011 CIPCO true-up cost recovery, there is a slight reduction in the 2012 transmission rider factors on a per kWh basis.

IPL has proposed an effective date of June 1, 2012, for the new Regional Transmission Service cost recovery factors.

II. Legal Standards

The Board's order of April 10, 2012, ordered IPL to file within 15 days of the order new transmission rider cost recovery factors for 2012 consistent with the order.

III. Analysis

Staff believes that IPL's filing of April 20, 2012, for new 2012 transmission rider cost recovery factors has complied with the provisions of the Board's April 10, 2012, order regarding the CIPCO true-up charges.

IV. Recommendation

Staff recommends directing General Counsel to draft a proposed order approving IPL's proposal under Docket Nos. EAC-2011-0007 and TF-2011-0129 for new Regional Transmission Service cost recovery factors with an effective date of June 1, 2012, subject to complaint or investigation.

RECOMMENDATION APPROVED

IOWA UTILITIES BOARD

<u>/s/ Elizabeth S .Jacobs</u>	<u>5-16-12</u>
	Date
<u>/s/ Darrell Hanson</u>	<u>5-22-12</u>
	Date
<u>/s/ Swati A Dandekar</u>	<u>5-21-12</u>
	Date

jk